free use of Maurice William's "The Social Interpretation of History." Arguments are cited to contradict Marx's advocacy of class warfare, and to support the contention that class struggles are not the cause, but rather the disease of social evolution. Socialized distribution has done away with the monopoly of merchants. Improved living conditions and increased productivity and earnings have been bringing about harmony between capital and labour. After, in his earlier Lectures, accusing foreigners of levying tribute on China by establishing cotton mills and filatures, Dr. Sun disputes the Marxian theory that the surplus value realized by capitalists is stolen from the workers. "The surplus value of industrial production is not merely the fruit of the labour of the factory workmen. Every useful and powerful member of society who by use or influence directly or indirectly affects either the production or the consumption (of goods) also contributes to it." Marx's prediction of the downfall of capitalism had not been fulfilled, and many of his other prophecies have been falsified—e.g., the British workman has obtained his eight-hour day, in Germany and other countries production has actually increased following its introduction, and the Ford Factories have reduced working hours, increased wages, and decreased prices. The People's livelihood should be the centre of social history.

In Lecture II Dr. Sun expounds his solution of

the People's livelihood. Different countries require different methods. The Kuomintang has adopted two methods : equalization of land owner-